

IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 417

BY REVENUE AND TAXATION COMMITTEE

AN ACT

RELATING TO THE SALES AND USE TAX; AMENDING SECTION 63-3622GG, IDAHO CODE, TO
PROVIDE THAT CERTAIN MATERIALS, PARTS AND COMPONENTS INSTALLED ON CER-
TAIN AIRCRAFT ARE EXEMPT FROM THE SALES AND USE TAX; DECLARING AN EMER-
GENCY AND PROVIDING A SUNSET DATE.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 63-3622GG, Idaho Code, be, and the same is
hereby amended to read as follows:

63-3622GG. AIRCRAFT. There is exempted from the taxes imposed by this
chapter:

(1) The sale, lease, purchase, or use of aircraft primarily used to pro-
vide passenger or freight services for hire as a common carrier only if:

(a) The person operates the aircraft under the authority of the laws of
this state, the United States or any foreign government; and

(b) The aircraft is used to provide services indiscriminately to the
public; and

(c) The aircraft itself transports the person or property from one (1)
location on the ground or water to another.

(2) The sale, lease, purchase or use of aircraft primarily used for air
ambulance services.

(3) The sale, lease or purchase of aircraft for use outside this state
by nonresidents, even though delivery be made within this state, but only
when:

(a) The aircraft will be taken from the point of delivery to a point out-
side this state;

(b) The aircraft will not be used in this state more than ninety (90)
days in any twelve (12) month period.

(4) Repair and replacement materials and parts installed in or affixed
or applied to, or sold, leased or purchased to be installed in or affixed
or applied to, aircraft in connection with the remodeling, repair or main-
tenance of aircraft described under subsections (1) and (2) of this section
and industry standard, federal aviation administration (FAA) approved mate-
rials, parts and components installed on non-resident privately owned air-
craft by qualified employees of an FAA approved Idaho repair station are ex-
empt. Tools and equipment utilized in performing such remodeling, repair or
maintenance are not exempt.

SECTION 2. An emergency existing therefor, which emergency is hereby
declared to exist, this act shall be in full force and effect on and after its
passage and approval. The provisions of this act shall be null, void and of
no force and effect on and after June 30, 2016.